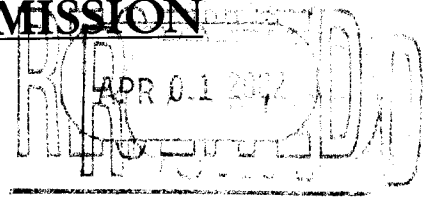


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION
COMMISSION UTILITIES DIVISION



Director of Utilities

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W

W-01939A
WINCHESTER WATER COMPANY
6700 N. ORACLE #234
TUCSON AZ 85704-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

4-2-02 am

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Winchester Water Company, L.L.C.

Mailing Address 6700 N. Oracle Road, Suite 234
(Street)

Tucson

(City)

Arizona

(State)

85704

(Zip)

(520) 575-0600

Telephone No. (Include Area Code)

(520) 575-0607

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address _____

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Charles D. Cardinal Agent for Service of Process
(Name) (Title)

6700 N. Oracle Road, Suite 234

(Street)

Tucson

(City)

Az

(State)

85704

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: George J. Feulner

(Name)

262 N. Main

Tucson

Az

85701

(Street)

(City)

(State)

(Zip)

(520) 622-4866

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**

☐ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**

☐ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**

☐ **Association/Co op (A)**

☐ **Receivership (R)**

☒ **Limited Liability Company**

☐ **Other (Describe)** _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**

☒ **COCHISE**

☐ **COCONINO**

☐ **GILA**

☐ **GRAHAM**

☐ **GREENLEE**

☐ **LA PAZ**

☐ **MARICOPA**

☐ **MOHAVE**

☐ **NAVAJO**

☐ **PIMA**

☐ **PINAL**

☐ **SANTA CRUZ**

☐ **YAVAPAI**

☐ **YUMA**

☐ **STATEWIDE**

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	500.	0	500.
304	Structures and Improvements			
307	Wells and Springs	21,462.	7,933.	13,529.
311	Pumping Equipment	8,300.	2,085.	6,215.
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	6,035.	4,024.	2,011.
333	Services			
334	Meters and Meter Installations	2,097.	429.	1,668.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,066.	64.	1,002.
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant / Intangible Plant	2,115.	1,410.	705.
	TOTALS	41,575.	15,945.	25,630.

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	500.	0	0
304	Structures and Improvements			
307	Wells and Springs	14,965 6,497 2,968	.0667 .02 .0454	998 130 135
311	Pumping Equipment	5,332	.02	198
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	6,035	.0454	274
333	Services			
334	Meters and Meter Installations	2,097	.043	90
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,066	.04	43
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant /Intangible Plant	2,115	.0454	96
	TOTALS	41,575		1,964

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2,091.	\$ 240.
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 2,091.	\$ 240.
	FIXED ASSETS		
101	Utility Plant in Service	\$ 26,084.	\$ 41,575.
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		(15,945.)
121	Non-Utility Property	4,039.	
122	Accumulated Depreciation – Non Utility	(14,127.)	
	TOTAL FIXED ASSETS	\$ 15,996.	\$ 25,630.
	TOTAL ASSETS	\$ 18,087.	\$ 25,870.

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 0	\$ 0
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$ 0	\$ 0
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	3,300.	3,300.
215	Retained Earnings	(4,284.)	(6,281.)
218	Proprietary Capital (Sole Props and Partnerships)	19,071.	28,851.
	TOTAL CAPITAL	\$ 18,087.	\$ 25,870.
	TOTAL LIABILITIES AND CAPITAL	\$ 18,087.	\$ 25,870.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 8,478.	\$ 10,564.
460	Unmetered Water Revenue		
474	Other Water Revenues	1,810.	1,332.
	TOTAL REVENUES	\$ 10,288.	\$ 11,896.
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	2,799.	3,738.
618	Chemicals		
620	Repairs and Maintenance	2,374.	2,364.
621	Office Supplies and Expense	183.	98.
630	Outside Services	2,441.	2,583.
635	Water Testing	275.	1,715.
641	Rents		
650	Transportation Expenses	673.	577.
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	502.	78.
403	Depreciation Expense	1,668.	1,964.
408	Taxes Other Than Income	50.	73.
408.11	Property Taxes	495.	472.
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 11,460.	\$ 13,662.
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		231.
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$	\$ 231.
	NET INCOME/(LOSS)	\$ (1,172.)	\$ (1,997.)

COMPANY NAME	Winchester Water Company, LLC
---------------------	-------------------------------

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

		LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	NONE				
Source of Loan					
ACC Decision No.					
Reason for loan					
Dollar Amount Issued		\$	\$	\$	\$
Amount Outstanding		\$	\$	\$	\$
Date of Maturity					
Interest Rate					
Current Year Interest		\$	\$	\$	\$
Current Year Principle		\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME

Winchester Water Company, LLC

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-540012	5 HP	50	8"	---

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 12,300

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
4	1	N/A	N/A

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
5000 gallons	1	2000 gallons	1

STATISTICAL INFORMATION

Total number of customers 80

Total number of gallons sold 12,236,237. gallons

COMPANY NAME Winchester Water Company, LLC

YEAR ENDING 12/31/2001

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>None</u>
Estimated or Actual Federal Tax Liability	<u>None</u>

State Taxable Income Reported	<u>None</u>
Estimated or Actual State Tax Liability	<u>None</u>

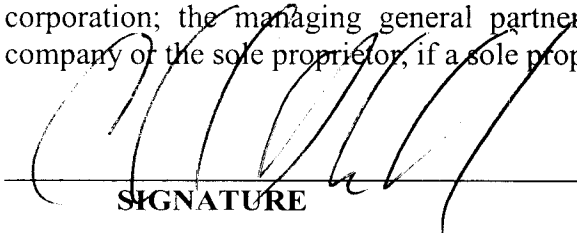
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>None</u>
Amount of Gross-Up Tax Collected	<u>None</u>
Total Grossed-Up Contributions/Advances	<u>None</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

03/28/02
DATE

Charles D Cardinal
PRINTED NAME

Agent for Service of Process
TITLE

COMPANY NAME Winchester Water Company, LLC **YEAR ENDING 12/31/2001**

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

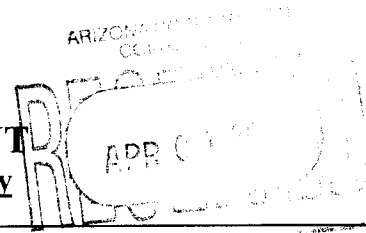
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 472.30

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Pima
NAME (OWNER OR OFFICIAL) TITLE	Charles D Cardinal, Agent for Service in Process
COMPANY NAME	Winchester Water Company, LLC

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA COPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

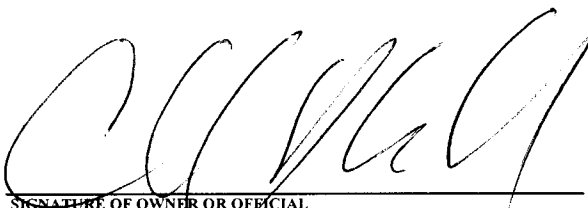
Arizona IntraState Gross Operating Revenues Only (\$)

\$ 11,896.

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 79.

IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

(520) 575-0600

TELEPHONE NUMBER

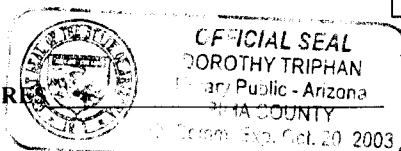
SUBSCRIBED AND SWORN TO BEFORE ME

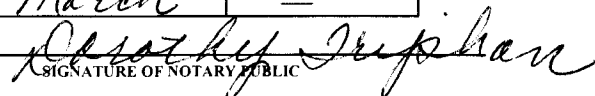
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 33 DAY OF

COUNTY NAME	Pima
MONTH	March
	2002

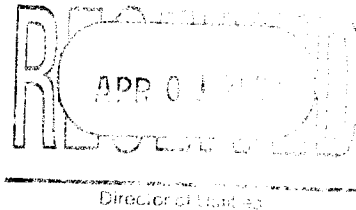
(SEAL)
MY COMMISSION EXPIRES




SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

(COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Charles D Cardinal	TITLE Agent for Service in Process
COMPANY NAME Winchester Water Company, LLC	

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 11,896.

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 79.
IN SALES TAXES BILLED, OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

28

DAY OF

NOTARY PUBLIC NAME DOROTHY TRIPHAN	
COUNTY NAME Pima	
MONTH March	20 02

(SEAL)

MY COMMISSION EXPIRES



OFFICIAL SEAL
DOROTHY TRIPHAN
Notary Public - Arizona
PIMA COUNTY
EXPIRES OCT 20 2003

X
SIGNATURE OF NOTARY PUBLIC

COCHISE COUNTY TREASURER
Receipt of Taxes Paid

Date: 10.30.2001 Time: 15:45:35

Page: 1
Cashier: BBR

Tax Year	Parcel	Portion	Tax Paid	Interest Paid	Penalty Paid	Paid
2001	93291300002	1	207.11			207.11
2001	93291300002	2	207.11			207.11

Payment type: Check# 1351

Payment Received: \$ 414.22

Tax still owing: .00

Notes:

Received from:

WINCHESTER WATER CO
6700 N ORACLE RD STE 234
TUCSON AZ 85704

WINCHESTER WATER CO. L.L.C.

520-744-2221
6700 N. ORACLE RD., STE. 234
TUCSON, AZ 85704

01-201-05-080-5

1331

91-170/1221

PAY
TO THE
ORDER OF

Marsha Bonham Pochise Co Treasurer
Fourteen Dollars 52/100

\$ 14.52

DOLLARS

Security Features
are included
Please see back

Bank of America
Casas Adobes Branch 09654
7130 N. Oracle Rd.
Tucson, AZ 85704
257-0001 in Phoenix, 1-800-284-8491 Nationwide

Parcel
FOR *201-05-080* *Tax Roll 56230*

[Signature]

⑈001331⑈ ⑆122101706⑆

028⑈012257⑈

⑈0000001452⑈

NO 01 08

122100024 11/09/01 E2662 01 P01

ONE, ARIZONA, N.C.
BANK ONE, ARIZONA

3250574293

855076149

101 901

122100024
BANK ONE
ARIZONA, N.A.
PHX, AZ
1221000244
122100024

2441 57610

122100024
THE ORDER OF
BANK ONE 019

08 01

DEPOSIT ONLY
Treasurer &
Collector, COCHISE CNTY

WINCHESTER WATER CO. L.L.C.

520-744-2221
6700 N. ORACLE RD., STE. 234
TUCSON, AZ 85704

01-201-05-041-2

1332

91-170/1221

Oct 24 2001

PAY
TO THE
ORDER OF

Marsha Bonham Cochise County Treasurer
Fourteen Dollars 52/100

\$ 14.52

DOLLARS

Security features
are included
Detail on back

Bank of America

Casas Adobes Branch 09654
7130 N. Oracle Rd.
Tucson, AZ 85704
257-0001 In Phoenix, 1-800-284-8491 Nationwide

FOR Parcel # 201-05-041 Tax roll 56227

⑈001332⑈ ⑈122101706⑈

028⑈012257⑈

⑈0000001452⑈

NO 01 03

122100024 11/09/01 E2062 01 P01

ONE, ARIZONA, NA

3250574395

153076151

101 801

122100024
BANK ONE
ARIZONA, NA
122100024

2441 57660

122100024
THE ORDER OF
BANK ONE 019

08 01

DEPOSIT ONLY
TAM TREASURER &
COCHISE CNTY

01-201-05-042-5

1333

WINCHESTER WATER CO. L.L.C.

520-744-2221
6700 N. ORACLE RD., STE. 234
TUCSON, AZ 85704

Oct 24 19 2001

91-170/1221

PAY
TO THE
ORDER OF

Marsha Bonham Cochise County Treasurer \$ 14.52
Fourteen Dollars 52/100 DOLLARS

Bank of America

Casas Adobes Branch 09654
7130 N. Oracle Rd.
Tucson, AZ 85704
257-0001 In Phoenix, 1-800-284-8491 Nationwide

Parcel # 201-05-042 Tax Roll # 56228

[Signature]

⑈001333⑈ ⑆122101706⑆

028⑈012257⑈ ⑆0000001452⑆

01 06

122100024 11/07/01 E2062 01 P01

BANK ONE, ARIZONA, N.A.
MEMBER FDIC

3250574394

EST. 1850

11/01 8 01

1221000244
BANK ONE
ARIZONA, N.A.
PHOENIX, AZ
1221000244

2441 57619

122100024
IN THE ORDER OF
BANK ONE 019

08 01

ON DEPOSIT ONLY
TREASURER &
COCHISE CNTY

WINCHESTER WATER CO. L.L.C.

520-744-2221
6700 N. ORACLE RD., STE. 234
TUCSON, AZ 85704

01-201-05-079-3

1334

91-170/1221

PAY
TO THE
ORDER OF

Marsha Bonham, Cochise County Treasurer \$ 14.52
Fourteen Dollars 52/100 DOLLARS

Bank of America

Cashs. 09654

7130 N. 1st Ave.

Tucson, AZ 85704

257-0001 In Phoenix, 1-800-284-8491 Nationwide

FOR Parcel 201-05-079 Tax roll # 56229

⑈001334⑈ ⑈122101706⑈

028⑈012257⑈

⑈0000001452⑈

J. Card

122100024
IN THE ORDER OF
MARSHA BONHAM 019

08 01

FOR DEPOSIT ONLY
MARSHA BONHAM TREASURER &
TAX COLLECTOR COCHISE CNTY

NOV 01 08

122100024 11/09/01 E2062 01 P01

ONE, ARIZONA, NA
GENERAL ARIZONA

3250574396

133076152

11/01

1221000244
FATH ONE
ARIZONA, NA
P01, AZ
1221000244
1221000244

2441 57621